

Sugar & Gur Domestic & International Fundamentals

- Market sentiments remained dormant exerting a downward pressure on sugar prices as on 16th July, 2014. This could be attributed to a fall in domestic demand complimented with a surge in total outlay.
- Indian sugar undertakings were asked to submit the utilization certificate for payment of arrears to the farmers (particularly of U.P), failing to which could lead to non-reimbursement of interest subvention by the govt. Last date for submission of certificate has been set as 1st August, 2014.
- In Brazil, raw sugar future trading volume declined 21% year-over-year as of a divert in attention towards the World Soccer Tournament in the country.
- Chinese sugar import is expected to decline around 50% from 4.54 million metric tons in 2013 to 2.2 million metric tons in 2014. This is because of an expected surge in domestic sugar production (to 13 million metric tons) this year coupled with sufficient in house stock availability in the nation. Moreover, improvised subsidy policy and weak sugar prices in international market further served as a deterrent to Chinese import.
- Wangkanai Sugar Group of Thailand paced up its organic production at a rate of 9,000-10,000 tonnes for 2013-14. This surge will not only cater the domestic requirement but will also help in serving the global demand outlook.
- Buoyancy in domestic sugar market surpassed Indonesian import requirement for 2013-14.
- Tenders opened up for construction of chimney at New Sugar Mill, Kaminpura. Last date for submission is 12th Aug, 2014.
- Prices of gur improved today in key benchmark market Muzaffar nagar due to good demand at lower levels. It is notable that gur stock is less this year in cold storage compared to last year which likely to give bullish sentiments in the long run.
- Total around 1147000 bags of gur stored in cold storages till 7th July 2014 higher compared to 940000 bags at same period last year.

Outlook: Sugar prices are currently moving in a range with weaker tone due to lackluster trade. However, upcoming festive demand likely to increase sugar prices in the medium term as expected.

NCDEX Sugar Future Quotes (as on 06:00 p.m)

Contract	+/-	Open	High	Low	Close
July-14	-16.00	2961.00	2966.00	2961.00	2966.00
Aug-14	-8.00	3089.00	3095.00	3074.00	3075.00
Sept-14	-31.00	3187.00	3188.00	3148.00	3149.00

Contract	Volume	Change	OI	Change
July-14	100	-120	7890	-460
Aug-14	1,290	-30	22820	-10
Sept-14	590	260	9300	-140

Spread	July-14	Aug-14	Sept-14
Basis	134		
July-14		-109	-74
Sept-14			91

NCDEX Stock & Fed Position				
	Demat	In-Process	Total	FED
Stocks	14.7.14	14.7.14	14.7.14	14.7.14
Kolhapur M	461	570	1031	461
Delhi M	0	0	0	0
Belgaum M	100	0	100	100
Kolhapur S	11565	570	12135	11565
Sholapur S	100	0	100	100
Sangli S	451	0	451	451
Belgaum S	9670	0	9670	9670
Delhi S	40	0	40	40

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
July-14	-2.00	1177.00	1177.00	1176.00	1177.00
Sep-14	-5.50	1210.50	1214.50	1206.50	1207.50
Nov-14	-4.00	1114.50	1114.50	1106.00	1108.00

Contract	Volume	Change	OI	Change
Jul-14	100	-150	510	-110
Sep-14	1,540	-1100	6520	-30
Nov-14	110	-30	1010	-10

Spread	July-14	Sept-14	Nov-14
Basis	38.2		
July-14		-30.5	99.5
Sept-14			-96.5

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	494000	53000	196000	897000
2013	685000	121000	170000	1099000

As on 14th July, 2014

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	364.25	-
Raw Sugar C&F (\$/MT)	Black Sea	393.50	-

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'14/May'14	NR	-
Aug'14/Jul'14	NR	-
Oct'14/Oct'14	NR	-

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	NR	-
Brazil Anhydrous	NR	-
Brazil Hydrous	NR	-

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	449.90	-1.80

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	455.7	459.3	454.8	455.7	1.4
14-Dec	472	473.4	469.5	470.4	-0.4
15-Mar	487.2	487.7	484.6	485.4	-2

Contract	Open	High	Low	Close	+/-
14-Oct	17.14	17.33	17.1	17.19	0.12
15-Mar	18.95	18.95	18.75	18.77	-0.09
15-May	19.11	19.11	18.9	18.91	-0.13

Sugar and Jaggery (Gur) Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		15-Jul-14	14-Jul-14	
Sugar	Delhi - Grade M	3380	3370	10
	Delhi - Grade S	3275	3285	-10
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3450	3400	50
	UP- Ramala Grade M	3310	3310	Unch
	UP- Dhampur Grade M Ex-Mill	3330	3330	Unch
	UP- Dhampur Grade S Ex-Mill	3310	3310	Unch
	UP- Dhampur Grade L Ex-Mill	3380	3380	Unch
	Mumbai –Grade M	3376	3340	36
	Mumbai –Grade S	3196	3196	Unch
	Kolhapur – Grade M	3100	3125	-25
	Kolhapur – Grade S	2975	2975	Unch
	Guhawati – Grade S	3284	3284	Unch
	Shillong – Grade S	3295	3295	Unch
	Vijayawada – Grade M	3620	3620	Unch
	Vijayawada- Grade S	3480	3480	Unch
	Nagpur – Grade M	3350	3350	Unch
	Nagpur – Grade S	3200	3200	Unch
	Kolkata – Grade M	3330	3330	Unch
	Chennai - Grade S	3150	3200	-50
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3125	3125	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3000	3000	Unch

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)

Gur Spot Prices (Rs/Qtl)				
		15-Jul-14	14-Jul-14	Change
Muzaffar Nagar	Chaku	3038	3063	-25
	Arrivals	NA	NA	-
	Khurpa	2950	2950	Unch
	Laddu	3175	3225	-50
	Rascut	3000	2950	50
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3150	3150	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	3750	3750	Unch
Belgaum	Mudde	NA	3000	-
Belthangadi	Yellow (Average)	3300	3300	Unch
Bijapur	Achhu	NA	2850	-
Gulbarga	Other (Average)	NA	NA	-
Mahalingapura	Penti (Average)	2960	2980	-20
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2350	2200	150
	Other (Medium)	2400	2300	100
	Yellow (Medium)	2450	2350	100
Shimoga	Achhu (Average)	NA	3500	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	14-Jul-14
SHARAD	S.PP	3000
	M.PP	3101
HUTATMA	S1.PP	3008
	M.PP	3108
DATT SHIROL	S1.PP	3020.00-3021.00
	M.PP	3166.00 OPEN
GHODGANGA	S.PP	2985
	M.PP	3075
UDGIRI	S.PP	2975
	S1.PP	2985
SHREEPUR	S.PP-S1.PP	2988.00-3058.00
	M.PP	3128
MANJARA	S.PP	2930
	M.PP	3148
CHANDRABHAGA	S1.PP	2983
	M.JB	3100
NEERA BHIMA	S.PP	3008

	OLD M.JK	3073
BHAIRAVNATH SONERI	S.PP	2960
	M.PP	2990
MAHESGAON	S.PP	2985
	M.PP	3010
YEDSHWARI	S.PP	2981
SHRIGONDA	S.PP	2985
BHIMA PATAS	S.PP	2965.00-2978.00
	M.PP	3068.00-3073.00

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